

FISCAL NOTE

TO: Chief Clerk of the Senate
Chief Clerk of the House

FROM: James A. Davenport, Executive Director

DATE: February 8, 1996

SUBJECT: **SB 2997**

This bill, if enacted, will permit the governing body, board or commission of a municipality having jurisdiction, control and management of the public works of the municipality to borrow money in anticipation of the collection of revenues to pay the cost of operations. The same provision is made for natural gas utility companies. Current law allows a municipality to borrow funds in such circumstances.

The fiscal impact on local governments from enactment of this bill in and of itself is estimated to be minimal since the provisions of the bill are permissive.

The net fiscal impact to local governments from enactment of this bill is estimated to be not significant since any interest cost associated with the issuance of the notes will likely be covered by a corresponding increase in rates.

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.

A handwritten signature in black ink, reading "James A. Davenport". The signature is written in a cursive style with a large, stylized "J" and "D".

James A. Davenport, Executive Director